IN REPLY REFER TO DESC-CPA

DEFENSE LOGISTICS AGENCY

DEFENSE ENERGY SUPPORT CENTER 8725 JOHN J. KINGMAN ROAD, SUITE 4950 FORT BELVOIR, VIRGINIA 22060-6222

CONTRACTING INSTRUCTION (CI): 00-15a MEMORANDUM FOR CI Distribution

SUBJECT: Economic Price Adjustment (EPA) Ceiling

This CI replaces CI 00-15, same subject, in its entirety.

Pursuant to DLAD 16.203(94), DEPI 16.203-3(b) (revised coverage attached), and DESC-N e-mail dated September 19, 2000, the following EPA ceiling will expire September 25, 2002, unless superseded earlier:

Refined Products 60 percent

Following the CBU Director's concurrence, the explicit approval of the Center Senior Procurement Official (CSPO) must be obtained for any current solicitation or contract ceiling in excess of the ceiling listed above.

SHARON L. MURPHY

Center Senior Procurement Official

Attachment

DEPI 16.203 is here by changed as follows (Page /16-2 on Page 103):

(b) Changes to the EPA ceiling.

(1) DLAD 16.203-3(942) requires the CSPOhief of the Contracting Office to approve any EPA ceiling in excess of 10 percent, after the CBU Director reviews and concurs, DESC-N will provide the CSPO with projected price increases for petroleum and coal, covering a specified period of time. Based on these projections, the CSPO will determine the appropriate ceilings (exceeding 10 percent) to cover a group of contracts for a period not to exceed two years.